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ATTACHMENT 2

C. Consolidated Cash Flow Statements

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Hill Country Telephone Cooperative
Consolidated Cash Flow Statements

	2009	2010	2011	2012	2013	2014	2015	2016	2017
Cash Flows from Operating Activities:									
Net Margins									
Adjustment to reconcile net margins to net cash provided by operating activities:									
Depreciation and amortization									
Deferred revenue									
Deferred income taxes									
Patronage									
Equity investment in consolidated affiliates									
Equity investments in unconsolidated companies									
Minority interest									
Changes in assets and liabilities:									
Receivables									
Materials and supplies									
Prepayments									
Goodwill									
Accounts payable									
Deferred charges									
Customer deposits									
Taxes accrued									
Other accrued liabilities									
Other deferrals									
Accumulated comprehensive income									
Net cash provided by operating activities									
Cash Flows from Investing Activities:									
Capital expenditures									
Proceeds from sale (purchase) of investments									
Collections of notes receivables, net									
Net cash provided by investing activities									
Cash Flows from Financing Activities:									
Net borrowings (payments) on notes payable									
Proceeds from BIP grant									
Proceeds from new RUS debt									
Proceeds from new private loans									
Repayments of new RUS loans									
Repayments of new private loans									
Proceeds from sale of equity									
Share repurchase									
Dividend payments									
Patronage capital retired									
Funding Deficit (excess)									
Other, net									
Net cash provided by financing activities									
Net increase in cash and cash equivalents									
Cash and cash equivalents at beginning of year									
Cash and cash equivalents at end of year									

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D. Consolidating Balance Sheets

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111 Country Telephone Cooperative
Cooperating Business Sheets

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Investments and Other Assets

Perspective

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Financial Liabilities	Current maturities of existing long-term debt
Customer instalments of new long-term debt	Customer maturities of new long-term debt
Customer instalments of new short-term debt	Customer maturities of new short-term debt
Debtors revenue - current portion	Debtors revenue - current portion
Accounts payable - trade	Accounts payable - trade
Accounts payable - affiliates	Accounts payable - affiliates
Accounts payable - other	Accounts payable - other
Taxes accrued	Taxes accrued
Other accrued liabilities	Other accrued liabilities
Deferred income taxes	Deferred income taxes

Long-Term Debt	Less Current Maturity
Existing long-term debt	
New RJS debt	
New private debt	
All debt notes	
	Total Long-Term Debt

Other Liabilities and Deferred Credits:
Deferred income taxes
Deferred revenue - long-term portion
Other deferrals
Total Other Liabilities

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graph TD
    A[Stockholders' Equity] --> B[Stock]
    A --> C[Additional paid-in capital]
    A --> D[Retained earnings]
    A --> E[Contra-equity]
    A --> F[Other capital]
    A --> G[Accumulated comprehensive income]
    B --> H[Total Stockholders' Equity]
    C --> H
    D --> H
    E --> H
    F --> H
    G --> H
  
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Year ended December 31, 2009

	Net Country Tax	HCR	HCT	BaB3	BaB4	BaB5	BaB6	BaB7	BaB8	BaB9	BaB10	BaB11	Total
Current Assets													
Cash and cash equivalents													
Certificates of deposit													
Accounts receivable - telephone													
Accounts receivable - other													
Accounts receivable - affiliates													
Inventories receivable - other													
Materials and supplies													
Prepayments													
Deferred income taxes													
Total Current Assets													
Investments and Other Assets													
Notes receivable													
Affiliate notes receivable													
Investments in partnerships													
Investments in corporations													
Investment in subsidiary													
Concurrent													
Deferred charges													
Deferred charges - telephone													
Deferred charges - other													
Total Investments and Other Assets													
Property, Plant and Equipment Assets													
Property, plant and equipment assets													
Telecommunications plant under construction													
Nonoperating plant, net													
Less Accumulated Depreciation													
(Net PPLC Property and Equipment)													
Amortizable assets, net of amortization													
Total Assets													
Current Liabilities													
Current maturities of long-term debt													
Current maturities of new R&D debt													
Current maturities of new R&D debt													
Deferred revenue - current portion													
Accounts payable - trade													
Accrued expenses and taxes - trade													
Accrued expenses and taxes - other													
Line of Credit													
Taxes accrued													
Other accrued liabilities													
Deferred income taxes													
Other current liabilities													
Total Liabilities													
Minority Interest in Partnership													
Stockholders' Equity													
Stock													
Additional paid-in capital													
Paid-in capital													
Retained earnings - telephone company income													
Total Stockholders' Equity													
Total Liabilities and Stockholders' Equity													

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Year ended December 31, 2010

	Net Income	Net	Stock	Stock	Stock	Stock	Retained	Total
Current Assets								
Cash and cash equivalents								
Certificates of deposit								
Marketable securities								
Accounts receivable - trade								
Accounts receivable - other								
Inventories								
Prepaid expenses								
Deferred Income taxes								
Total Current Assets								
Investments and Other Assets								
Notes receivable								
Allowance for doubtful accounts								
Investment in funds								
Investment in joint venture								
Investment in associates								
Goodwill								
Deferred charges								
Deferred revenue taxes								
Total Investments and Other Assets								
Property, Plant and Equipment								
Less accumulated depreciation								
Net PPE								
Less Accumulated depreciation								
Net PPE, Property and Equipment								
Intangible Assets								
Average amortization								
Total Assets								
Current Liabilities								
Current maturities of existing long-term debt								
Current maturities of non-existing long-term debt								
Current portion of current portion								
Accounts Payable - Trade								
Accounts Payable - Utilities								
Accrued Liabilities - Trade								
Accrued Liabilities - Other								
Deferred Revenue								
Other accrued liabilities								
Deferred income taxes								
Customer deposits								
Total Current Liabilities								
Long-Term Debt, Less Current Maturities								
Existing long-term debt								
New long-term debt								
Deferred revenue - Long-term portion								
Other deferrals								
Total Long-Term Debt								
Other, Deferred and Defined Benefits								
Defined benefit plan assets								
Defined benefit plan liabilities								
Other defined benefit plan assets								
Other defined benefit plan liabilities								
Total Other, Deferred and Defined Benefits								
Total Liabilities								
Noncontrolling Interest in Partnership								
Stockholders' Equity								
Common stock, \$0.01 par value								
Preferred stock, \$0.01 par value								
Other capital								
Retained earnings								
Accumulated comprehensive income								
Total Stockholders' Equity								
Total Liabilities and Stockholders' Equity								

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Year ended December 31, 2011

	HII Country Telephone Cooperative	HCTH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Sub8	Eliminations	Total
Current Assets											
Cash and cash equivalents											
Certificates of deposit											
Marketable securities											
Accounts receivable - telecommunications											
Accounts receivable - customers											
Accounts receivable - affiliates											
Accounts receivable - other											
Interest receivable											
Materials and supplies											
Prepaid expenses											
Deferred income taxes											
Total Current Assets											
Investments and Other Assets											
Notes receivable											
Affiliate notes receivable											
Investment in lending											
Investment in partnership											
Investment in corporations											
Investment in subsidiary											
Goodwill											
Deferred charges											
Deferred income taxes											
Total Investments and Other Assets											
Property, Plant and Equipment											
Telecommunications plant in service											
Telecommunications plant under construction											
Nonoperating plant, net											
Total PPE											
Less Accumulated depreciation											
Net Plant, Property and Equipment											
Amortizable assets, net of amortization											
Total Assets											
Current Liabilities											
Current maturities of existing long-term debt											
Current maturities of new RUS debt											
Current maturities of new private debt											
Deferred revenue - long-term portion											
Accounts payable - trade											
Accounts payable - affiliates											
Accounts payable - other											
Accrued liabilities											
Taxes accrued											
Other accrued liabilities											
Deferred income taxes											
Customer deposits											
Total Current Liabilities											
Long-Term Debt, Less Current Maturity											
Existing long-term debt											
New RUS debt											
New private debt											
Affiliate notes											
Total Long-Term Debt											
Other Liabilities and Deferred Credits											
Deferred income taxes											
Deferred revenue - long-term portion											
Other deferred											
Total Other Liabilities											
Total Liabilities											
Minority Interest in Partnership											
Stockholders' Equity											
Stock											
Additional paid-in capital											
Premium paid-in capital											
Other capital											
Retained earnings											
Accumulated comprehensive income											
Total Stockholders' Equity											
Total Liabilities and Stockholders' Equity											

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	Year ended December 31, 2012					
	Net Current Receivable Charged-in Trade	HCTN	HCTY	Bank	Bank	Total
Current Assets						
Cash and cash equivalents						
Customer receivable						
Marketable securities						
Accounts receivable - telecommunications						
Accounts receivable - other						
Accounts receivable - others						
Inventories receivable - other						
Inventory receivable						
Materials and supplies						
Prepayments						
Differential Income taxes						
Total Current Assets						
Investments and Other Assets						
Notes receivable						
Allowance for doubtful accounts						
Interest receivable						
Investment in partnerships						
Investment in corporations						
Investment in subsidiary						
Goodwill						
Other intangible assets						
Deferred income taxes						
Total Investments and Other Assets						
Properties, Plant and Equipment						
Telecommunications plant & services						
Telecommunications plant under construction						
Nonoperating plant net						
Total PPE						
Less accumulated depreciation						
Net Properties, Plant and Equipment						
Amortizable assets, net of amortization						
Total Assets						
Current Liabilities						
Current maturities of long-term debt						
Current maturities of new R&D						
Current maturities of new projects						
Deferred revenue - current portion						
Accounts payable - trade						
Accrued liabilities - trade						
Accrued liabilities - other						
Line of Credit						
Taxes accrued						
Other accrued liabilities						
Dividends payable						
Total Current Liabilities						
Long-Term Debt, less Current Maturities						
Long-Term Debt, less current maturities						
New long-term debt						
New long-term debt						
Affiliate notes						
Total Long-Term Debt						
Other Liabilities and Deferred Credits						
Deferred income taxes						
Deferred revenue - program partner						
Other liabilities						
Total Other Liabilities						
Total Liabilities and Stockholders' Equity						
Minority interest in Partnership						
Stockholders' Equity						
Additional paid-in capital						
Paid-in capital						
Other equity						
Retained earnings						
Accumulated comprehensive income						
Total Stockholders' Equity						

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Year ended December 31, 2013

	H&H Country Telephone Cooperative	HCH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Sub8	Eliminations	Total
Current Assets											
Cash and cash equivalents											
Certificates of deposit											
Marketable securities											
Accounts receivable - telecommunications											
Accounts receivable - affiliates											
Accounts receivable - other											
Interest receivable											
Materials and supplies											
Prepaid items											
Deferred income taxes											
Total Current Assets											
Investments and Other Assets											
Notes receivable											
Affiliate notes receivable											
Investment in lenders											
Investment in partnership											
Investment in corporations											
Investment in subsidiary											
Goodwill											
Deferred charges											
Deferred income taxes											
Total Investments and Other Assets											
Property, Plant and Equipment											
Telecommunications plant in service											
Telecommunications plant under construction											
Nonoperating plant, net											
Total PPE											
Less Accumulated depreciation											
Net Plant, Property and Equipment											
Americanizable assets, net of amortization											
Total Assets											
Current Liabilities											
Current maturities of existing long-term debt											
Current maturities of new RUS debt											
Current maturities of new private debt											
Deferred revenue - long-term portion											
Accounts payable - affiliates											
Accounts payable - other											
Line of Credit											
Taxes accrued											
Other accrued liabilities											
Deferred income taxes											
Customer deposits											
Total Current Liabilities											
Long-Term Debt, Less Current Maturity											
Existing long-term debt											
New RUS debt											
New private debt											
Affiliate notes											
Total Long-Term Debt											
Other Liabilities and Deferred Credits											
Deferred income taxes											
Deferred revenue - long-term portion											
Other deferrals											
Total Other Liabilities											
Total Liabilities											
Minority Interest in Partnership											
Stockholders' Equity											
Stock											
Additional paid-in capital											
Paid-in capital											
Other capital											
Retained earnings											
Accumulated comprehensive income											
Total Stockholders' Equity											
Total Liabilities and Stockholders' Equity											

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Volume 34 Number 11 November 2014

- **Partners and Other Assets**
– It is inevitable
– It is not necessarily
– Partnership in tenders
– Partnership in partnerships
– Partnership in subsidiary
- **Financial Control**
– It is not necessarily
– Partnership in tenders
– Partnership in partnerships
– Partnership in subsidiary
- **Financial Risks**
– Partnership in tenders
– Partnership in partnerships
– Partnership in subsidiary
- **Financial Returns**
– Partnership in tenders
– Partnership in partnerships
– Partnership in subsidiary
- **Financial Taxes**
– Partnership in tenders
– Partnership in partnerships
– Partnership in subsidiary

Property, Plant and Equipment	
Telecommunications plant in service	
Telecommunications plant under construction	
Nonoperating plant, net	
Total PP&E	
Less Accumulated depreciation	
Net Plant, Property and Equipment	
Amortizable assets, net of amortization	

Total Assets	
Current Liabilities	Current maturities of existing long-term debt
	Current maturities of new R&I debt
	Current maturities of new private debt
	Deferred revenue - current portion
	Accounts payable - trade
	Accounts payable - affiliates
	Accounts payable - other

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graph TD
    A[Other Accrued Liabilities] --> B[Difference Income Taxes]
    B --> C[Customer Deposits]
    C --> D[Total Current Liabilities]
    D --- E[Long-Term Debt, Less Current Naturities]
    D --- F[Existing Long-Term debt]
    F --- G[New R&B debt]
    F --- H[New private debt]
    H --- I[Affiliate notes]
  
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	Total Liabilities
Other Liabilities and Deferred Credits	
Deferred Income Taxes	
Deferred Revenue - Long-Haul portion	
Other Deferred	
Total Other Liabilities	

Stockholders' Equity						
Stock						
Additional paid-in capital						
Patronage capital						
Other capital						
Retained earnings						
Accumulated comprehensive income						
Totall Stockholders' Equity						

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Year ended December 31, 2015

	100% Ownership	Partly Owned	Joint Venture	Other	Total Assets
	Telephone	Telex	Computer	Other	
Current Assets					
Cash and cash equivalents					
Accounts receivable - direct					
Allowance for doubtful accounts					
Accounts receivable - telephonecommunications					
Accounts receivable - other					
Accounts receivable - affiliate					
Inventory					
Prepaid expenses					
Deferred income taxes					
Total Current Assets					

Property, Plant and Equipment	
Telecommunications plant in service	
Telecommunications plant under construction	
Engineering plant, net	
Total P&E	
Accumulated depreciation	

noncancelable assets, net of amounts shown

Total Assets

Current measures of new private debt

Turned revenue - current portion
accounts receivable - trade
accounts receivable - affiliate
accounts receivable - other
Line of Credit

customer deposits

Total Current Liabilities	+ Term Debt, Less Current Maturities Less Long-term debt	= New RUS debt + New private debt - Immediate private
\$1,000	\$1,000	\$1,000

	Liabilities and Deferred Credits	Deferred Income Taxes	Deferred Revenue - Long-term portion Net Deferrals	Total Other Liabilities

Total Landfill

Partnership Equity | Interest in Partnership

Storage capital

Total Liabilities and Stockholders' Equity
Retained earnings
Accumulated comprehensive income
Total Stockholders' Equity

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Year ended December 31, 2018

NB Country Telephone Cooperative	HCTH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Sub8	Eliminations	Total
Current Assets:										
Cash and cash equivalents										
Checking accounts										
Marketable securities										
Accounts receivable - telecommunications										
Accounts receivable - other										
Accounts receivable - affiliates										
Accounts receivable - other										
Interest receivable										
Materials and supplies										
Prepayments										
Deferred income taxes										
Total Current Assets										
Investments and Other Assets:										
Notes receivable										
Other notes receivable										
Investment in bonds										
Investment in partnership										
Investment in corporations										
Investment in subsidiary										
Goodwill										
Deferred charges										
Deferred income taxes										
Total Investments and Other Assets										
Property, Plant and Equipment:										
Telecommunications plant in service										
Telecommunications plant under construction										
Nonoperating plant, net										
Total PPE										
Less accumulated depreciation										
Net Plant, Property and Equipment										
Amortizable assets, net of amortization:										
Total Assets										
Current Liabilities:										
Current maturities of existing long-term debt										
Current maturities of new RUS debt										
Current maturities of new private debt										
Deferred revenue - current portion										
Accounts payable - trade										
Accounts payable - affiliates										
Accounts payable - other										
Line of Credit										
Taxes accrued										
Other accrued liabilities										
Deferred revenues										
Customer deposits										
Total Current Liabilities										
Long-Term Debt, Less Current Maturities:										
Existing long-term debt										
New RUS debt										
New private debt										
Affiliate notes										
Total Long-Term Debt										
Other Liabilities and Deferred Credits:										
Deferred income taxes										
Deferred revenue - long-term portion										
Other debts										
Total Other Liabilities										
Total Liabilities										
Minority Interest in Partnership:										
Stockholders' Equity:										
Stock										
Additional paid-in capital										
Patronage capital										
Dividends										
Retained earnings										
Accumulated comprehensive income										
Total Stockholders' Equity										
Total Liabilities and Stockholders' Equity										

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Year ended December 31, 2017

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E. Consolidating Statements of Income

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Hill Country Telephone Cooperative
Consolidating Statements of Income

Year ended December 31, 2006

Hill Country Telephone Cooperative	HCTH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Sub8	Eliminations	Total
Operating revenues:										
Local voice services revenue										
Network access revenue										
USF revenue										
Toll long distance revenue										
Broadband revenue										
Ded-up revenue										
Video revenue										
Satellite revenue										
CPE Sales revenue										
Broadband - CLEC revenue										
Wireless Internet revenue										
Security Systems revenue										
Computer Repair revenue										
Leasing Revenue revenue										
Cellular Service revenue										
Business System revenue										
Other operating revenue										
Revenue amortization										
Less uncollectible revenue										
Total Operating Revenues										
Operating expenses:										
Internet expense										
Programming expense										
Satellite COGS										
CPE Sales COGS										
Broadband - CLEC COGS										
Wireless Internet COGS										
Security Systems COGS										
Computer Repair COGS										
Leasing Revenue COGS										
Cellular Service COGS										
Business System COGS										
Plant specific operations expense										
Utilities expense										
Network maintenance expense										
Access expense										
Depreciation and amortization										
Sales and marketing expense										
Customer operations expense										
Corporate operations expense										
Property tax expense										
Total Operating Expenses										
Operating Income										
EBITDA										
Other income (expense):										
Dividend income										
Interest income										
Gains (losses) from disposition of assets										
Nonoperating income (loss)										
Income from subsidiaries										
Income from partnerships										
Earnings from investment securities										
Total Other Income										
Fixed charges:										
Interest on existing long-term debt										
Interest on new RUS debt										
Interest on new private debt										
Amortization of debt issuance expense										
Interest charged to construction - credit										
Interest on customer deposits										
Total Fixed Charges										
Income before Taxes on Income										
Taxes on Income										
Margins before minority interest										
Minority interest in partnership										
Net Income before comprehensive income										
Other comprehensive income (loss)										
Comprehensive Income										

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Minority interest in Partnership	
Beginning Balance	
Additions	
Reductions	
Ending Balance	
Stock	
Previous year's balance	
Proceeds from sale of shares	
Share repurchase	
Year end balance	
Additional paid-in-capital	
Previous year's balance	
Proceeds from sale of shares	
Share repurchase	
Year end balance	
Par value capital	
Previous year's balance	
Capital credits retired	
Other	
Year end balance	
Other capital	
Previous year's balance	
Proceeds	
Reduction	
Year end balance	
Retained earnings	
Previous year's balance	
Net income	
Distributions	
Other	
Year end balance	
Other comprehensive income adjustments	
Previous year's balance	
Additions	
Reductions	
Balance at Year end	

Other comprehensive income adjustments	
Previous year's balance	
Additions	
Reductions	
Balance at Year end	

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Year ended December 31, 2009

	Hill Country Telephone Cooperative	HCTM	HCT	Sub3	Sub4	Sub6	Sub7	Sub8	Eliminations	Total
Operating revenues:										
Local voice services revenue										
Network access revenue										
USF revenue										
Total/Long distance revenue										
Broadband revenue										
Dishphone revenue										
Video revenue										
Satellite revenue										
CPE Sales revenue										
Broadband - CLEC revenue										
Wireless Internet revenue										
Security Systems revenue										
Computer Repair revenue										
Leasing Revenue revenue										
Business System revenue										
Other operating revenue										
Revenue amortization										
Less uncollectible revenue										
Total Operating Revenues										
Operating expenses:										
Internet expense										
Programming expense										
Satellite COGS										
CPE Sales COGS										
Broadband - CLEC COGS										
Wireless Internet COGS										
Security Systems COGS										
Computer Repair COGS										
Leasing Revenue COGS										
Cellular Service COGS										
Business System COGS										
Plant specific operations expense										
Utilities expense										
Network maintenance expense										
Access expense										
Depreciation and amortization										
Sales and marketing expense										
Customer operations expense										
Corporate operations expense										
Property tax expense										
Total Operating Expenses										
Operating Income										
EBITDA										
Other income (expense):										
Dividend income										
Interest income										
Gains (losses) from disposition of assets										
Nonoperating income (loss)										
Income from subsidiaries										
Income from partnerships										
Earnings from investment securities										
Total Other Income										
Fixed charges:										
Interest on existing long-term debt										
Interest on new RUS debt										
Interest on new private debt										
Amortization of debt issuance expense										
Interest charged to construction - credit										
Interest on customer deposits										
Total Fixed Charges										
Income before Taxes on Income										
Taxes on Income										
Margin before minority interest										
Minority interest in partnership										
Net income before comprehensive income										
Other comprehensive income (loss)										
Comprehensive Income										

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Minority interest in Partnership	
Beginning Balance	
Additions	
Reductions	
Ending Balance	
Stock:	
Previous year's balance	
Proceeds from sale of shares	
Share repurchases	
Year end balance	
Additional paid-in-capital:	
Previous year's balance	
Proceeds from sale of shares	
Share repurchases	
Year end balance	
Paid-in capital:	
Previous year's balance	
Capital credits earned	
Other	
Year end balance	
Other capital:	
Previous year's balance	
Additions	
Reductions	
Year end balance	
Retained earnings:	
Previous year's balance	
Net income	
Dividends	
Other	
Year end balance	
Other comprehensive income adjustments:	
Previous year's balance	
Additions	
Reductions	
Balance at year end	

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Year ended December 31, 2010

HII Country Telephone Cooperative	HCTH	HCT	Sub3	Sub4	Sub8	Sub8	Sub7	Eliminations	Total
Operating revenues:									
Local voice services revenue									
Network access revenue									
USF revenue									
Toll/Long distance revenue									
Broadband revenue									
DSL/PP revenue									
Video revenue									
Satellite revenue									
CPE Sales revenue									
Broadband - CLEC revenue									
Wireless Internet revenue									
Security Systems revenue									
Computer Repair revenue									
Leasing Revenue revenue									
Cellular Service revenue									
Business System revenue									
Other operating revenue									
Revenue amortization									
Less uncollectible revenue									
Total Operating Revenues									
Operating expenses:									
Internet expense									
Programming expense									
Satellite COGS									
CPE Sales COGS									
Broadband - CLEC COGS									
Wireless Internet COGS									
Security Systems COGS									
Computer Repair COGS									
Leasing Revenue COGS									
Cellular Service COGS									
Business System COGS									
Plant specific operations expense									
Utilities expense									
Network maintenance expense									
Access and roaming expense									
Depreciation and amortization									
Sales and marketing expense									
Customer operations expense									
Corporate operations expense									
Property tax expense									
Total Operating Expenses									
Operating income									
EBITDA									
Other income (expense):									
Dividend income									
Interest income									
Gains (losses) from disposition of assets									
Nonoperating income (loss)									
Income from subsidiaries									
Income from partnerships									
Earnings from investment securities									
Total Other Income									
Fixed charges:									
Interest on existing long-term debt									
Interest on new RUS debt									
Interest on new private debt									
Amortization of debt issuance expense									
Interest charged to construction - credit									
Interest on customer deposits									
Total Fixed Charges									
Income before Taxes on Income									
Taxes on Income									
Margin before minority interest									
Minority interest in partnership									
Net income before comprehensive income									
Other comprehensive income (loss)									
Comprehensive Income									

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Minority interest in Partnership
Beginning Balance
Additions
Reductions
Ending Balance

Stock
Previous years' balance
Proceeds from sale of shares
Share repurchase
Year end balance

Additional paid-in-capital
Previous years' balance
Proceeds from sale of shares
Share repurchase
Year end balance

Patronage capital
Previous years' balance
Capital credits retired
Other
Year end balance

REDACTED

Other capital
Previous years' balance
Additions
Reductions
Year end balance

Retained earnings
Previous years' balance
Net income
Dividends
Other
Year end balance

Other comprehensive income adjustments
Previous years' balance
Additions
Reductions
Balance at Year end

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Year ended December 31, 2011

	Hill Country Telephone Cooperative	HCTH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Sub8	Eliminations	Total
Operating revenues:											
Local voice services revenue											
Network access revenue											
USF revenue											
Toll/Long distance revenue											
Broadband revenue											
Dial-up revenue											
Video revenue											
Satellite revenue											
CPE Sales revenue											
Broadband - CLEC revenue											
Wireless Internet revenue											
Security Systems revenue											
Computer Repair revenue											
Leasing Revenue revenue											
Cellular Service revenue											
Business System revenue											
Other operating revenue											
Revenue amortization											
Less uncollectible revenue											
Total Operating Revenues											
Operating expenses:											
Internal expense											
Programming expense											
Satellite COGS											
CPE Sales COGS											
Broadband - CLEC COGS											
Wireless Internet COGS											
Security Systems COGS											
Computer Repair COGS											
Leasing Revenue COGS											
Cellular Service COGS											
Business System COGS											
Plant specific operations expense											
Utilities expense											
Network maintenance expense											
Access expense											
Depreciation and amortization											
Sales and marketing expense											
Customer operations expense											
Corporate operations expense											
Property tax expense											
Total Operating Expenses											
Operating Income											
EBITDA											
Other income (expense):											
Dividend income											
Interest income											
Gains (losses) from disposition of assets											
Nonoperating income (loss)											
Income from subsidiaries											
Income from partnerships											
Earnings from investment securities											
Total Other Income											
Fixed charges:											
Interest on existing long-term debt											
Interest on new RUS debt											
Interest on new private debt											
Amortization of debt issuance expense											
Interest charged to construction - credit											
Interest on customer deposits											
Total Fixed Charges											
Income before Taxes on Income											
Taxes on Income											
Margin before minority interest											
Minority interest in partnership											
Net income before comprehensive income											
Other comprehensive income (loss)											
Comprehensive Income											

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Minority interest in Partnership			
Beginning balance			
Additions			
Reductions			
Ending balance			
Stock:			
Previous year's balance			
Proceeds from sale of shares			
Share purchases			
Year end balance			
Additional cash-invested			
Previous year's balance			
Proceeds from sale of shares			
Share repurchase			
Year end balance			
Partnership Capital			
Previous year's balance			
Capital credits retired			
Other			
Year end balance			
Other capital			
Previous year's balance			
Additions			
Reductions			
Year end balance			
Retained earnings			
Previous year's balance			
Net income			
Distributions			
Other			
Year end balance			
Other comprehensive income adjustment			
Previous year's balance			
Additions			
Reductions			
Balance at Year end			

REDACTED - FOR PUBLIC INSPECTION

Year ended December 31, 2012

Hill Country Telephone Cooperative	HOTH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Eliminations	Total
Operating revenues:									
Local voice services revenue									
Network access revenue									
USF revenue									
To/long distance revenue									
Broadband revenue									
Dial-up revenue									
Video revenue									
Satellite revenue									
CPE Sales revenue									
Broadband - CLEC revenue									
Wireless Internet revenue									
Security Systems revenue									
Computer Repair revenue									
Leasing Revenue revenue									
Cellular Service revenue									
Business System revenue									
Other operating revenue									
Revenue amortization									
Less uncollectible revenue									
Total Operating Revenues									
Operating expenses:									
Internet expense									
Programming expense									
Satellite COGS									
CPE Sales COGS									
Broadband - CLEC COGS									
Wireless Internet COGS									
Security Systems COGS									
Computer Repair COGS									
Leasing Revenue COGS									
Cellular Service COGS									
Business System COGS									
Plant specific operations expense									
Utilities expense									
Network maintenance expense									
Access expense									
Depreciation and amortization									
Sales and marketing expense									
Customer operations expense									
Corporate operations expense									
Property tax expense									
Total Operating Expenses									
Operating Income									
EBITDA									
Other income (expense):									
Dividend income									
Interest income									
Gains (losses) from disposition of assets									
Nonoperating income (loss)									
Income from subsidiaries									
Income from partnerships									
Earnings from investment securities									
Total Other Income									
Fixed charges:									
Interest on existing long-term debt									
Interest on new term debt									
Interest on net private debt									
Amortization of debt issuance expenses									
Interest charged to construction - credit									
Interest on customer deposits									
Total Fixed Charges									
Income before Taxes on Income									
Taxes on Income									
Margins before minority interest									
Minority interest in partnership									
Net income before comprehensive income									
Other comprehensive income (loss)									
Comprehensive Income									

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Minority interest in Partnership	
Beginning Balance	
Additions	
Reductions	
Ending Balance	
Stock	
Previous years' balance	
Proceeds from sale of shares	
Shares repurchase	
Year end balance	
Additional paid-in-capital	
Previous years' balance	
Proceeds from sale of shares	
Shares repurchase	
Year end balance	
Patronage capital	
Previous years' balance	
Capital credits retired	
Other	
Year end balance	
Other capital	
Previous years' balance	
Additions	
Reductions	
Year end balance	
Retained earnings	
Previous years' balance	
Net income	
Dividends	
Other	
Year end balance	
Other comprehensive income adjustments	
Previous years' balance	
Additions	
Reductions	
Balance at Year end	

REDACTED

REDACTED - FOR PUBLIC INSPECTION

Year ended December 31, 2013

Hill Country Telephone Cooperative	HOTH	HCT	Sub3	Sub4	Sub5	Sub6	Sub7	Sub8	Eliminations	Total
Operating revenues:										
Local voice services revenue										
Network access revenue										
USF revenue										
Toll/Long distance revenue										
Broadband revenue										
Dial-up revenue										
Video revenue										
Satellite revenue										
CPE Sales revenue										
Broadband - CLEC revenue										
Wireless Internet revenue										
Security Systems revenue										
Computer Repair revenue										
Leasing Revenue revenue										
Cellular Service revenue										
Business System revenue										
Other operating revenue										
Revenue amortization										
Less uncollectible revenue										
Total Operating Revenues										
Operating expenses:										
Interest expense										
Programming expense										
Satellite COGS										
CPE Sales COGS										
Broadband - CLEC COGS										
Wireless Internet COGS										
Security Systems COGS										
Computer Repair COGS										
Leasing Revenue COGS										
Cellular Service COGS										
Business System COGS										
Plant specific operations expense										
Utilities expense										
Network maintenance expense										
Access expense										
Depreciation and amortization										
Sales and marketing expense										
Customer operations expense										
Corporate operations expense										
Property tax expense										
Total Operating Expenses										
Operating Income										
EBITDA										
Other income (expense):										
Dividend income										
Interest income										
Gains (losses) from disposition of assets										
Nonoperating income (loss)										
Income from subsidiaries										
Income from partnerships										
Earnings from investment securities										
Total Other Income										
Fixed charges:										
Interest on existing long-term debt										
Interest on new RUS debt										
Interest on new private debt										
Amortization of debt issuance expense										
Interest charged to construction - credit										
Interest on customer deposits										
Total Fixed Charges										
Income before Taxes on Income										
Taxes on Income										
Margins before minority interest										
Minority interest in partnership										
Net Income before comprehensive Income										
Other comprehensive income (loss)										
Comprehensive Income										